

BLANCHARD WALKER

A TRADITION OF EXCELLENCE SINCE 1917

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April 22, 2005

Honorable James H. Welsh
Commissioner of Conservation
State of Louisiana
Post Office Box 94275
Baton Rouge, Louisiana 70804-9275

RE: HEARING APPLICATION
Cotton Valley Formation, Reservoir A
Hosston Formation, Reservoir A
Elm Grove Field
Caddo Parish, Louisiana
Our File No. 430071.0061

Dear Sir:

On behalf of QUESTAR EXPLORATION AND PRODUCTION COMPANY, application is hereby made for a public hearing to receive evidence concerning the issuance of an order pertaining to the following matters relating to the Cotton Valley Formation, Reservoir A, and the Hosston Formation, Reservoir A, in the Elm Grove Field, Caddo Parish, Louisiana:

1. To permit the applicant to drill, designate and utilize three (3) additional alternate unit wells for CV RA SU64 and HOSS RA SU58, at the locations shown on the plats attached hereto, two of which are in exception to the well spacing provisions of Order No. 361-B, effective October 1, 1973, and Order No. 361-A-1, effective October 1, 1972.
2. To permit the applicant to drill, designate and utilize three (3) additional alternate unit wells for CV RA SU65 and HOSS RA SU59, at the locations shown on the plats attached hereto, two of which are in exception to the well spacing provisions of Order No. 361-B, effective October 1, 1973, and Order No. 361-A-1, effective October 1, 1972.

3. To permit the applicant to drill, designate and utilize three (3) additional alternate unit wells for CV RA SU70 and HOSS RA SU64, at the locations shown on the plats attached hereto, two of which are in exception to the well spacing provisions of Order No. 361-B, effective October 1, 1973, and Order No. 361-A-1, effective October 1, 1972.
4. To permit the applicant to drill, designate and utilize two (2) additional alternate unit wells for CV RA SU71 and HOSS RA SU65, at the locations shown on the plats attached hereto, both of which are in exception to the well spacing provisions of Order No. 361-B, effective October 1, 1973, and Order No. 361-A-1, effective October 1, 1972.
5. To explicitly find that the abovesaid wells are necessary to drain a portion of the Cotton Valley Formation, Reservoir A, and the Hosston Formation, Reservoir A, in the Elm Grove Field underlying CV RA SU64, CV RA SU65, CV RA SU70, CV RA SU71, HOSS RA SU58, HOSS RA SU59, HOSS RA 64 and HOSS RA SU65, respectively, which cannot be efficiently and economically drained by any existing well in such units.
6. To authorize the downhole combination of the Hosston Formation, Reservoir A, and the Cotton Valley Formation, Reservoir A, in the wellbore of any well drilled on the following units:

HOSS RA SU58 and CV RA SU64
HOSS RA SU59 and CV RA SU65
HOSS RA SU64 and CV RA SU70
HOSS RA SU65 and CV RA SU71
7. To consider such other matters as may be appropriate and justified by the evidence presented at the hearing.

The Cotton Valley Formation, Reservoir A, in the Elm Grove Field, Caddo, Bossier and Webster Parishes, Louisiana, was fully defined in Office of Conservation Order No. 361-B, effective October 1, 1973, and was further defined in subsequent Orders of the 361-B Series.

The Hosston Formation, Reservoir A, in the Elm Grove Field, Caddo, Bossier and Webster Parishes, Louisiana, was fully defined in Office of Conservation Order No. 361-A-1, effective October 1, 1972, and was further defined in subsequent Orders of the 361-A Series.

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The Rules of Procedure of the Commissioner of Conservation pertaining to the Pre-Application Notice requirements, are not applicable to the hearing requested herein, which requires legal notice of only ten (10) days.

Pertinent data concerning the intended application will be made available for inspection at the offices of the undersigned. Any person wishing to inspect such data should call the undersigned at (318) 221-6858 during normal business hours or write the undersigned at the above address in order to arrange a date and time for such inspection. A copy of any such pertinent data can be obtained at the expense of the requesting party.

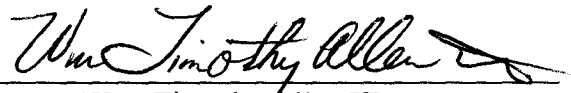
A list of the names and addresses of all Interested Owners, Represented Parties and Interested Parties (as defined in the Rules of Procedure) is attached hereto, and a copy of this notice, with the annexed plats, are being sent to each of such persons. A reasonable effort has been made to determine that the enclosed list includes all of the persons to whom this notice must be sent under the Rules of Procedure.

A check in the amount of \$6,040.00 made payable to the Commissioner of Conservation is enclosed herewith as the statutory fee for holding the requested hearing.

This application is being filed in duplicate, and a copy hereof is being sent to Mr. James C. Broussard, Shreveport District Manager of the Office of Conservation and to each Interested Owner, Represented Party and Interested Party whose name is shown on the attached list.

Very truly yours,

BLANCHARD, WALKER, O'QUIN & ROBERTS

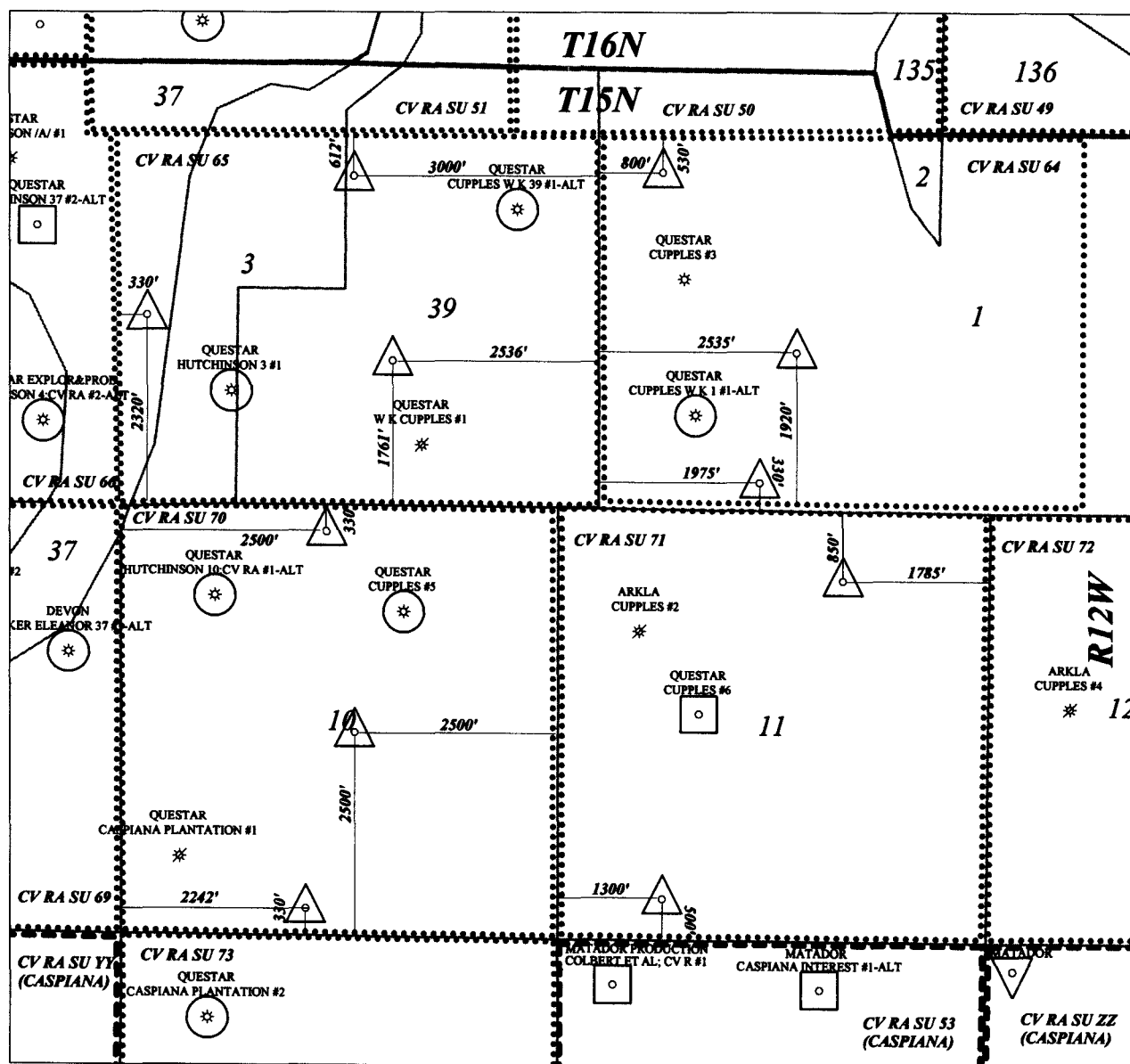
By: 
Wm. Timothy Allen III

WTAMIII:bp
Enclosures

Attorneys for Questar Exploration and Production Company

cc: Mr. James C. Broussard, Shreveport District Manager,
Office of Conservation (w/enclosures)

Interested Owners, Represented Parties
and Interested Parties (w/copy of plats only)



△ PROPOSED ALTERNATE UNIT WELLS
CV RA SU 64, 65, 70 & 71

○ EXISTING CV RA UNIT
AND ALT UNIT WELLS

□ APPROVED CV RA UNIT AND
ALTERNATE UNIT WELLS

▽ PENDING CV RA UNIT &
ALTERNATE UNIT WELLS

--- EXISTING ELM
GROVE UNITS
--- EXISTING CASPIANA
UNITS

1" = 2000'

1000 0 1000 2000 ft

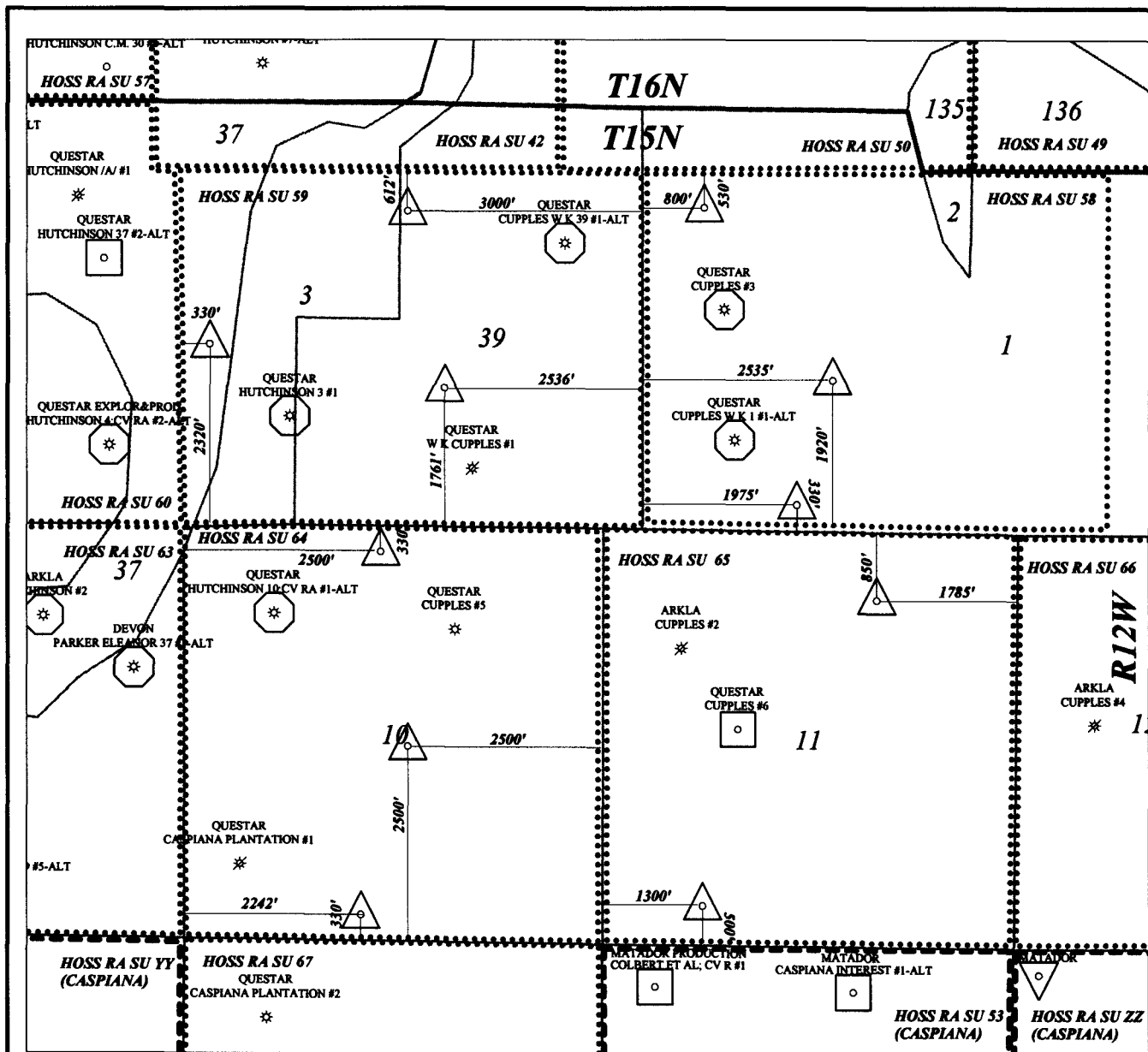
Questar Exploration & Production Company

ELM GROVE FIELD
Proposed Alternate Unit Wells

CV RA SU 64
CV RA SU 65
CV RA SU 70
CV RA SU 71

Cadde Parish, Louisiana

4/18/05



△ PROPOSED ALTERNATE UNIT WELLS
HOSS RA SU 58, 59, 64 & 65

⬡ EXISTING HOSS RA UNIT
AND ALT UNIT WELLS

□ APPROVED HOSS RA UNIT
AND ALTERNATE UNIT
WELLS

▽ PENDING HOSS RA UNIT
& ALTERNATE UNIT
WELLS

--- EXISTING ELM
GROVE UNITS

--- EXISTING CASPIANA
UNITS

1" = 2000'
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Questar Exploration & Production Company

ELM GROVE FIELD
Proposed Alternate Unit Wells

HOSS RA SU 58
HOSS RA SU 59
HOSS RA SU 64
HOSS RA SU 65

Caddo Parish, Louisiana

4/18/05